

SUPPLEMENTAL

COUNCIL AGENDA: 10-18-05 ITEM: 6.2

Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: Katy Allen

William F. Sherry

SUBJECT: SEE BELOW

DATE: 10-14-05

Approved

Kay Winer

Date

10/14/05

Council District: Citywide

SUBJECT: NORMAN Y. MINETA SAN JOSE INTERNATIONAL AIRPORT USO / PARKING REVENUE CONTROL MODULAR OFFICES (REVISED)

REASON FOR SUPPLEMENTAL MEMO

To change recommendation based on new information.

RECOMMENDATION

Approval to reject all bids for the Norman Y. Mineta San José International Airport-USO/Parking Revenue Control Modular Offices (Revised) Project.

CEQA: Resolutions No. 67380 and 71451, PP 05-075

BACKGROUND

On October 4, 2005, Council directed the Administration to conduct a more thorough analysis of the recommendations developed at the recent airport/airline workshop and provide a status report, with recommendations, at the November 15, 2005 Council Meeting. Council also placed a moratorium on bidding projects related to the development and implementation of the North Concourse for a period of 45 calendar days.

ANALYSIS

Strategies being discussed for Master Plan implementation include improvements to Terminal A to improve its functionality. Most of the improvement options would preclude locating the USO facility as specified in the USO/PARC Project. Modifying the design of the North Concourse could also considerably alter the scope of the USO/PARC Project as bid.

HONORABLE MAYOR AND CITY COUNCIL 10-14-05 Subject: SJC – USO/Parking Revenue Control Modular Offices Page 2

The USO modular offices are approximately 28% of the total contract as bid, and the revision or deletion of the USO portion of the contract would substantially change the Project. Therefore staff recommends that Council reject all bids.

The disposition of the USO and Parking Revenue Control facilities will be determined once analysis of the changes to the master plan implementation proposed at the recent planning meeting are completed. Possible outcomes range from moving the USO into an existing facility, installing the modular offices in a different location, or deferring the relocation until a permanent location is determined.

OUTCOME

Approval to reject bids will provide flexibility to assess the impact of proposed revisions to implementation of the Airport Master Plan on the USO and Parking Revenue Control facilities. The scope and schedule of the relocation project can be defined appropriately to mitigate this impact.

COORDINATION

This memo has been coordinated with the City Attorney's Office.

CEQA

Resolutions No. 67380 and 71451, PP 05-075

KATY ALLEN

Director, Public Works Department

WILLIAM F. SHERRY, A.A.E.

Director of Aviation Airport Department

DM:Rp